LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6409 NOTE PREPARED: Feb 2, 2010

BILL NUMBER: SB 118 BILL AMENDED:

SUBJECT: Election Day Sales.

FIRST AUTHOR: Sen. Alting BILL STATUS: As Passed Senate

FIRST SPONSOR: Rep. VanHaaften

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

 $\overline{\underline{X}}$ DEDICATED FEDERAL

Summary of Legislation: This bill allows alcoholic beverages to be sold on election days.

Effective Date: July 1, 2010.

Explanation of State Expenditures:

<u>Explanation of State Revenues:</u> This bill removes the prohibition against the sale of alcoholic beverages on election days. It is estimated that the sale of alcoholic beverages on election days could potentially increase revenue each fiscal year.

While it is assumed that the majority of consumers are able to purchase all the alcoholic beverages they desire to consume within the hours dictated by current law, it is possible that the added convenience and availability of alcohol sales on election days may allow consumers to purchase more alcoholic beverages than they would have otherwise. An increase in the overall quantity of alcoholic beverages purchased could increase state revenue from excise taxes assessed on alcoholic beverages. The extent to which consumers may make additional purchases above what would be purchased under current law is unknown. Any impact on Sales Tax revenue is expected to be minimal since any additional purchases of alcohol would likely reduce consumer spending on other sales taxable items.

Excise tax revenue is deposited in the state General Fund, the Enforcement and Administration Fund, the Pension Relief Fund, the Addiction Services Fund, the Wine Grape Market Development Fund, and the Post War Construction Fund.

Sales tax revenue is deposited in the state General Fund (99.178%), the Public Mass Transportation Fund

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(0.670%), the Industrial Rail Service Fund (0.029%) and the Commuter Rail Service Fund (0.123%).

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources:

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